Year-End Report 2017

Highlights during the fourth quarter

- Adjusted net asset value*, based on estimated market values for the major wholly-owned subsidiaries and partner-owned investments within Patricia Industries, amounted to SEK 384,747 m. (SEK 503 per share) on December 31, 2017, an increase of SEK 4,607 m., or 1 percent, during the quarter.
- Reported net asset value[1)]* amounted to SEK 336,262 m. (SEK 440 per share) on December 31, 2017, an increase of SEK 681 m., or 0 percent, during the quarter.
- Listed Core Investments generated a total return* of 0 percent.
- Within Patricia Industries, organic sales growth in constant currency amounted to 3 percent for the major wholly-owned subsidiaries. Mölnlycke's profitability continued to improve sequentially and was in line with last year.
- Aleris' overall performance remains unsatisfactory. The reported value has been impaired by SEK 1.0 bn., and actions to improve stability and profitability have been intensified.
- The value of Investor's investments in EQT increased by 7 percent in constant currency. Investor paid a net SEK 813 m. to EQT.
- The Board of Directors proposes a dividend per share of SEK 12.00 (11.00), to be paid in two installments, SEK 8.00 per share in May, 2018, and SEK 4.00 per share in November, 2018.

Financial information 2017

- Adjusted net asset value growth and reported net asset value growth, including dividend added back, amounted to 16 percent and 15 percent respectively.
- Contribution to reported net asset value amounted to SEK 36,185 m. (28,276), of which: Listed Core Investments SEK 42,636 m. (30,936), Patricia Industries SEK 766 m. (4,438), EQT SEK 3,144 m. (1,986), and dividend paid SEK -8,411 m. (-7,635).
- Leverage* (net debt/reported total assets) was 3.5 percent on December 31, 2017 (5.3).
- Consolidated net sales for the period was SEK 34,381 m. (31,742). Consolidated profit/loss for the period, which includes unrealized change in value, was SEK 44,298 m. (SEK 57.96 basic earnings per share), compared to SEK 33,665 m. (SEK 44.09 basic earnings per share) 2016.

Overview annual average performance

		Total return	
	NAV (%)**	Investor B (%)	SIXRX (%)
Q4 2017	0.2	-7.0	-2.7
1 year	15.1	12.9	9.5
5 years	17.3	20.9	14.4
10 years	10.4	13.6	8.8
20 years	9.4	10.8	9.4

***Reported NAV, Incl. dividend added back*

	12/31 2017
Adjusted NAV, SEK per share*	503
NAV, SEK per share*	440
Share price (B-share), SEK	374.10

1) In the reported net asset value, the wholly-owned subsidiaries and partner-owned investments within Patricia Industries are reported according to the acquisition and equity method respectively.
* Financial measures that are not defined or specified in the applicable financial reporting framework. For more information, see page 17 and 26.

CEO statement

Dear fellow shareholders,

In 2017, our adjusted net asset value grew by 16 percent, including dividend added back. Our total shareholder return was 13 percent, while the SIXRX Return Index gained 9 percent. In the fourth quarter, adjusted net asset value growth was 1 percent, our total shareholder return was -7 percent and the SIXRX Return Index -3 percent.

During the year, we saw a solid macro development, supporting the demand in many of our companies. It was particularly encouraging to see Europe improving after years of slow growth. In the second half of the year, we also saw some countries in Latin America finally starting to recover. While it can be debated how the macroeconomy will develop in the coming years, we focus on supporting our companies in building strong, agile operations prepared for cyclicality and rapid technology changes.

Listed Core Investments
2017 included many important activities in our companies. Ericsson announced a new strategic direction, Ronnie Leten was nominated new Chairman, and we strengthened our ownership. In Atlas Copco, the work to prepare for the split of the company, while maintaining full focus on customers and operations, remained intense. The board and management team of Epiroc were established. ABB, Wärtsilä and Nasdaq made significant strategic acquisitions.

Listed Core Investments generated a total return of 17 percent during 2017, significantly outperforming the SIXRX Return Index. All companies generated positive returns, with Wärtsilä and Atlas Copco generating total returns close to 30 percent. During the fourth quarter, the total return was 0 percent, compared to -3 percent for the market.

Patricia Industries
Mölnlycke grew 2 percent organically in constant currency during the fourth quarter, mainly driven by continued strong growth in Emerging Markets. Underlying profitability continued to improve sequentially and was in line with last year. Cash flow was strong.

Permobil grew 9 percent organically in constant currency during the quarter, with underlying profitability slightly higher than last year. The company continued to make several complementary acquisitions. Over the last year, Permobil has announced five acquisitions with combined sales of some SEK 0.5 bn., adding about 15 percent to total sales.

Aleris reported organic sales growth of 3 percent in constant currency during the quarter. Profitability decreased sharply, mainly due to restructuring initiatives. While parts of its business are performing well, some are not performing in line with our expectations. Actions to improve stability and profitability have been intensified. These actions, in combination with some profitable contracts coming under pressure, will impact profitability negatively in the short to medium-term. While our view of the long-term potential remains unchanged, given the current challenges, we have impaired the reported value of Aleris. To support Aleris in this transition, Patricia Industries has committed to inject up to SEK 1 bn. of equity to pay down part of Aleris' external debt, allowing the company to fully focus on the necessary operational improvements. The actual amount and timing will be assessed during the course of 2018.

Laborie reported organic growth of 7 percent in constant currency and improved underlying profitability. BraunAbility grew organically by 2 percent in constant currency, while profitability was affected by high production costs related to the new Chrysler minivan model.

Within Financial Investments, the objective remains to maximize the value and realize proceeds, to be used for investments in existing and new subsidiaries. During 2017, proceeds from divestitures, net of investments, amounted to SEK 1.3 bn.

EQT
EQT had another year of high investment activity and several new funds were launched. For the full year, the value of our investments grew by 21 percent in constant currency, and net cash flow to Investor amounted to SEK 1 bn. During the fourth quarter, the value of our investments grew by 7 percent in constant currency, while net cash flow to Investor amounted to SEK -0.8 bn., affected by expected draw-downs.

Increased dividend, to be paid in two installments
Our cash flow in 2017 remained solid, driven by dividends received from Listed Core Investments, significant distributions to Patricia Industries, and net cash flow from EQT. While the majority of this cash flow was used to pay our dividend and for investments in Listed Core Investments, it also further strengthened our balance sheet. At year-end, our leverage was 3.5 percent.

Our dividend policy remains firm. For 2017, the Board of Directors proposes a dividend of SEK 12.00 per share, an increase of 9 percent from last year. As of this year, the dividend is proposed to be paid out in two installments to better reflect our cash flow profile, as several of our companies pay dividends biannually.

Our priorities remain firm
Our strategy and operating priorities are to grow net asset value, operate efficiently and pay a steadily rising dividend. During 2017, we achieved these goals, with strong growth in our adjusted net asset value, management costs below our guidance, and a proposed dividend increase of SEK 1 per share.

Our sustainability work is also highly prioritized. During the latter part of 2017, we established a new network, bringing our portfolio companies together to share ideas and best practice. A similar initiative has been started up within digitalization. These are examples of how we as an owner can contribute to further development in these important areas.

Looking ahead, our ultimate goal remains to create attractive long-term value for you, dear fellow shareholders. We will strive to achieve this by being an engaged owner, continuing to strengthen our ownership in selected listed core investments, developing our subsidiaries and finding new ones, and by continuing to invest in EQT funds given the attractive return potential.



Johan Forssell

Net asset value overview

	Number of shares 12/31 2017	Ownership capital/votes[1] (%) 12/31 2017	Reported values: Share of total assets (%) 12/31 2017	Reported values: Contribution to net asset value, SEK m. 2017	Reported values: Value, SEK m.[2] 12/31 2017	Reported values: Value, SEK m.[2] 12/31 2016	Adjusted values[5]: Value, SEK m. 12/31 2017	Adjusted values[5]: Value, SEK m. 12/31 2016
Listed Core Investments[3]								
Atlas Copco	207 645 611	16.9/22.3	21	16 852	72 877	57 437	72 877	57 437
ABB	232 165 142	10.7/10.7	15	7 882	50 891	44 592	50 891	44 592
SEB	456 198 927	20.8/20.8	13	2 489	43 705	43 725	43 705	43 725
AstraZeneca	51 587 810	4.1/4.1	8	4 806	29 302	25 732	29 302	25 732
Wärtsilä	34 866 544	17.7/17.7	5	4 189	18 013	14 257	18 013	14 257
Saab	32 778 098	30.0/39.5	4	2 024	13 033	11 181	13 033	11 181
Electrolux	47 866 133	15.5/30.0	4	2 125	12 613	10 846	12 613	10 846
Nasdaq	19 394 142	11.7/11.7	4	643	12 268	11 842	12 268	11 842
Sobi	107 594 165	39.5/39.5	3	570	12 051	11 480	12 051	11 480
Ericsson	220 347 348	6.6/22.2	3	309	11 737	10 378	11 737	10 378
Husqvarna	97 052 157	16.8/33.0	2	847	7 542	6 883	7 542	6 883
Total Listed Core Investments			**82**	**42 636[4]**	**284 030**	**248 354**	**284 030**	**248 354**
Patricia Industries								
Subsidiaries								
Mölnlycke		99/99	6	2 880	19 681	21 067	58 637	54 298
Permobil		94/90	1	469	4 402	3 923	8 784	7 297
Laborie		97/97	1	-436	4 492	4 928	4 657[6]	4 657[6]
Aleris		100/100	1	-947	3 008	3 940	3 493	4 686
BraunAbility		95/95	1	-215	2 921	3 136	3 002	2 820[6]
Vectura		100/100	1	386	2 552	2 161	2 902	2 338
Grand Group		100/100	0	11	197	181	701	648
			11	**2 147**	**37 252**	**39 336**	**82 176**	**76 743**
3 Scandinavia		40/40	1	474	4 197	5 446	7 758	8 144
Financial Investments			2	-1 630	7 164	10 024	7 164	10 024
Total Patricia Industries excl. cash			**14**	**766[4]**	**48 614**	**54 806**	**97 099**	**94 911**
Total Patricia Industries incl. cash					*67 982*	*69 195*	*116 467*	*109 300*
EQT			**4**	**3 144[4]**	**16 165**	**13 996**	**16 165**	**13 996**
Other Assets and Liabilities			0	-10 362[4,7]	-323	-327	-323	-327
Total Assets excl. cash Patricia Industries			**100**		**348 486**	**316 829**	**396 971**	**356 934**
Gross debt*					-31 123	-33 461	-31 123	-33 461
Gross cash*					18 899	16 710	18 899	16 710
Of which Patricia Industries					*19 368*	*14 389*	*19 368*	*14 389*
Net debt					**-12 224**	**-16 752**	**-12 224**	**-16 752**
Net Asset Value				**36 185**	**336 262**	**300 077**	**384 747**	**340 183**
Net Asset Value per share					**440**	**393**	**503**	**445**

1) Calculated in accordance with the disclosure regulations of Sweden's Financial Instruments Trading Act (LHF). ABB, AstraZeneca, Nasdaq and Wärtsilä in accordance with Swiss, British, U.S. and Finnish regulations.
2) Includes market value of derivatives related to investments if applicable. The subsidiaries and the partner-owned investments within Patricia Industries are reported according to the acquisition method and equity method respectively.
3) Valued according to the class of share held by Investor, with the exception of Saab and Electrolux, for which the most actively traded class of share is used.
4) Including management costs, of which Listed Core Investments SEK 100 m., Patricia Industries SEK 225 m., EQT SEK 9 m. and Groupwide SEK 121 m.
5) As supplementary information, major wholly-owned subsidiaries and partner-owned investments within Patricia Industries are presented at estimated market values.
6) Presented at invested amount as the portfolio company was acquired less than eighteen months ago.
7) Including paid dividend of SEK 8,411 m.

Valuation overview

Business area	Valuation methodology
Listed Core Investments	Share price (bid) for the class of shares held by Investor.
Patricia Industries	
Subsidiaries	Reported value based on the acquisition method. The estimated market values are mainly based on valuation multiples for relevant listed peers and indices. Other methodologies may also be used, for example relating to real estate assets. New investments are valued at invested amount during the first 18 months following the acquisition.
Partner-owned investments	Reported value based on the equity method. The estimated market values are mainly based on valuation mulitples for relevant listed peers and indices. New investments are valued at invested amount during the first 18 months following the acquisition.
Financial investments	Unlisted holdings at multiple or third-party valuation, listed shares at share price (bid).
EQT	Unlisted holdings at multiple or third-party valuation, listed shares at share price (bid).

Patricia Industries - valuation overview

In addition to reported values, which are in accordance with IFRS, Investor provides estimated market values of the wholly-owned subsidiaries and partner-owned investments within Patricia Industries in order to facilitate the evaluation of Investor's net asset value. This supplementary, non-GAAP, information also increases the consistency between the valuation of Listed Core Investments and our major wholly-owned subsidiaries and 3 Scandinavia.

While the estimated market values might not necessarily reflect our view of the intrinsic values, they reflect how the stock market values similar companies.

The estimated market values are mainly based on valuation multiples, typically Enterprise Value (EV)/LTM* operating profit, for relevant listed peers and indices. While we focus on EBITA when evaluating the performance of our companies, for valuation purposes, EBITDA multiples are more commonly available, and therefore often used. From the estimated EV, net debt is deducted, and the remaining equity value is multiplied by Patricia Industries' share of capital.

Operating profit is adjusted to reflect, for example, pro forma effects of closed add-on acquisitions and certain non-recurring items. An item is only viewed as non-recurring if it exceeds a certain amount set for each company, is unlikely to affect the company again, and does not result in any future benefit or cost.

Investments made less than 18 months ago are valued at the invested amount.

*Last twelve months

Patricia Industries – valuation overview

	Estimated market value, Patricia Industries' ownership, 12/31, 2017	Comments
Subsidiaries		
Mölnlycke	58 637	Implied EV/reported LTM EBITDA 17.8x
Permobil	8 784	Implied EV/reported LTM EBITDA 16.6x
Laborie	4 657	Valued at invested amount as the acquisition was made less than 18 months ago
Aleris	3 493	Applied EV/reported LTM EBITDA 12.4x. Adjustment to the reported operating profit related to minor complementary acquisition.
BraunAbility	3 002	Adjustments to the reported operating profit during the last 12 months made
Vectura	2 902	Valuation mainly based on the estimated market value of the property portfolio
Grand Group	701	Implied EV/reported LTM EBITDA 11.9x
Partner-owned investments		
3 Scandinavia	7 758	Adjustments to the reported operating profit during the last 12 months made
Financial Investments	7 164	Unlisted holdings at multiple or third-party valuation, listed shares at share price (bid)
Total	**97 099**	

Overview

Net asset value

During 2017, reported net asset value increased from SEK 300.1 bn. to SEK 336.3 bn. The change in net asset value, with dividend added back, was 15 percent (13), of which 0 percent during the fourth quarter (3). The corresponding total return of the Stockholm Stock Exchange (SIXRX) was 9 percent and -3 percent respectively.

For balance sheet items, figures in parentheses refer to year-end 2016 figures. For income statement items and cash flow items, the figures in parentheses refer to the same period last year.

Net debt

Net debt* totaled SEK 12,224 m. on December 31, 2017 (16,752), corresponding to leverage of 3.5 percent (5.3).

Investor's net debt

SEK m.	2017
Opening net debt	**-16 752**
Listed Core Investments	
Dividends	8 319
Investments, net of proceeds	-1 246
Management cost	-100
Total	**6 972**
Patricia Industries	
Proceeds	7 739
Investments	-412
Internal transfer to Investor	-1 605
Management cost	-225
Other[1)]	-517
Total	**4 979**
EQT	
Proceeds (divestitures, fee surplus and carry)	4 757
Draw-downs (investments and management fees)	-3 773
Management cost	-9
Total	**976**
Investor Groupwide	
Dividends paid	-8 411
Internal transfer from Patricia Industries	1 605
Management cost	-121
Other[2)]	-1 472
Closing net debt	**-12 224**

1) Incl. currency related effects and net interest paid.
2) Incl. currency related effects, revaluation of debt and net interest paid.

Performance by business area in summary

Q4 2017 SEK m.	Listed Core Investments	Patricia Industries	EQT	Investor Groupwide	Total
Dividends	891	3	0	0	**894**
Other operating income		2			**2**
Changes in value	-1 827	-215	1 002	24	**-1 016**
Net sales		8 950			**8 950**
Management cost	-29	-59	-2	-44	**-135**
Other profit/loss items		-8 964	-2	-744	**-9 710**
Profit/loss for the period	**-966**	**-283**	**998**	**-765**	**-1 016**
Non-controlling interest		8			**8**
Other effects on equity		1 163	372	154	**1 688**
Contribution to net asset value	**-966**	**887**	**1 370**	**-611**	**681**
Net asset value by business area 12/31 2017					
Carrying amount	284 030	48 614	16 165	-323	**348 486**
Investor's net debt/cash		19 368		-31 592	**-12 224**
Total net assets including net debt/cash	**284 030**	**67 982**	**16 165**	**-31 915**	**336 262**

Q4 2016 SEK m.	Listed Core Investments	Patricia Industries	EQT	Investor Groupwide	Total
Dividends	819	-1	0	0	**819**
Other operating income		8			**8**
Changes in value	6 545	-526	657	2	**6 679**
Net sales		8 747			**8 747**
Management cost	-23	-68	-2	-30	**-123**
Other profit/loss items		-7 490	-2	544	**-6 948**
Profit/loss for the period	**7 341**	**670**	**653**	**517**	**9 181**
Non-controlling interest		3			**3**
Other effects on equity		927	-60	-656	**211**
Contribution to net asset value	**7 341**	**1 601**	**593**	**-140**	**9 395**
Net asset value by business area 12/31 2016					
Carrying amount	248 354	54 806	13 996	-327	**316 829**
Investor's net debt/cash		14 389		-31 141	**-16 752**
Total net assets including net debt/cash	**248 354**	**69 195**	**13 996**	**-31 468**	**300 077**

Listed Core Investments

Listed Core Investments contributed to the net asset value with SEK 42,636 m. during 2017 (30,936), of which SEK -966 m. during the fourth quarter (7,341).

Read more at www.investorab.com under "Our Investments" >>

Contribution to net asset value, Listed Core Investments

SEK m.	Q4 2017	2017	2016
Changes in value	-1 827	34 418	22 719
Dividends	891	8 319	8 307
Management cost	-29	-100	-89
Totalt	**-966**	**42 636**	**30 936**

The combined total return amounted to 17 percent during 2017, of which 0 percent during the fourth quarter.

Dividends

Dividends received totaled SEK 8,319 m. during 2017 (8,307), of which SEK 891 m. during the fourth quarter.

Contribution to net asset value and total return

	Value, SEK m.	Q4 2017 Contribution to net asset value, SEK m.	Q4 2017 Total return, Investor[1] (%)	2017 Contribution to net asset value, SEK m.	2017 Total return, Investor[1] (%)
Atlas Copco	72 877	2 387	3.4	16 852	29.3
ABB	50 891	4 156	8.9	7 882	17.7
SEB	43 705	-5 200	-10.6	2 489	5.7
AstraZeneca	29 302	1 006	3.6	4 806	18.7
Wärtsilä	18 013	-1 951	-9.8	4 189	29.4
Saab	13 033	-515	-3.8	2 024	18.1
Electrolux	12 613	-603	-4.6	2 125	19.6
Nasdaq	12 268	131	1.1	643	5.4
Sobi	12 051	-1 356	-10.1	570	5.0
Ericsson	11 737	1 438	14.0	309	3.0
Husqvarna	7 542	-429	-5.3	847	12.3
Total	**284 030**	**-936**		**42 737**	

1) Calculated as the sum of share price changes and dividends added back, including add-on investments and/or divestments.

Investments and divestments

Fourth quarter

No investments or divestments were made.

Earlier during the year

24,300,000 shares were purchased in Ericsson for SEK 1,245 m.

Listed Core Investments

ABB	A provider of electrification products, robotics and motion, industrial automation and power grids	www.abb.com
AstraZeneca	A global, innovation-driven, integrated biopharmaceutical company	www.astrazeneca.com
Atlas Copco	A provider of compressors, vacuum and air treatment systems, construction and mining equipment, power tools and assembly systems	www.atlascopco.com
Electrolux	A provider of household appliances and appliances for professional use	www.electrolux.com
Ericsson	A provider of communication technologies and services	www.ericsson.com
Husqvarna Group	A provider of outdoor power products, consumer watering products, cutting equipment and diamond tools	www.husqvarnagroup.com
Nasdaq	A provider of trading, exchange technology, information and public company services	www.nasdaq.com
Saab	A provider of products, services and solutions for military defense and civil security	www.saabgroup.com
SEB	A financial services group with the main focus on the Nordic countries, Germany and the Baltics	www.sebgroup.com
Sobi	A specialty healthcare company developing and delivering innovative therapies and services to treat rare diseases	www.sobi.com
Wärtsilä	A provider of complete lifecycle power solutions for the marine and energy markets	www.wartsila.com

PATRICIA INDUSTRIES
a part of Investor AB

Patricia Industries contributed to the net asset value with SEK 766 m. during 2017 (4,438), of which SEK 887 m. during the fourth quarter (1,601).

Read more at www.patriciaindustries.com >>

During 2017, reported revenue growth for the major wholly-owned subsidiaries amounted to 9 percent, of which approximately 2 percent was organic. During the fourth quarter, both reported and organic revenue growth amounted to 3 percent.

During 2017, EBITA amounted to SEK 4,737 m. for the major wholly-owned subsidiaries, a decline of 4 percent compared to last year. During the fourth quarter, EBITA amounted to SEK 1,181 m., a decline of 11 percent compared to last year, mainly explained by the profit decline in Aleris.

Investments, divestments and distributions

Investments totaled SEK 248 m. during the quarter. Divestments were made in the Nordics, Asia, and in the U.S., amounting to SEK 349 m.

For information regarding Alternative Performance Measures related to Patricia Industries and its investments, see page 17. Definitions can be found on Investors website.

Patricia Industries, net cash

SEK m.	Q4 2017	2017	2016
Beginning of period	19 377	14 389	14 616
Net cash flow	105	7 326	1 006
Internal transfer to Investor	-	-1 605	-1 259
Other[1)]	-113	-742	27
End of period	**19 368**	**19 368**	**14 389**

1) Includes currency related effects, net interest and management cost.

Patricia Industries, net asset value

SEK m.	Q4 2017	2017	2016
Beginning of period	47 656	54 806	51 095
Investments	248	406	6 127
Divestments	-349	-1 725	-2 360
Distributions	-3	-6 014	-4 763
Changes in value	1 061	1 141	4 706
End of period	**48 614**	**48 614**	**54 806**
Total, incl. cash	***67 982***	***67 982***	***69 195***

Patricia Industries, contribution to net asset value

SEK m.	Q4 2017	2017	2016
Changes in value	1 061	1 141	4 706
Management cost	-59	-225	-263
Other items	-115	-150	-5
Total	**887**	**766**	**4 438**

Major subsidiaries, performance[1)]

Q4 2017

SEK m.	*Mölnlycke*	*Permobil*	*Laborie*	*Aleris*	*BraunAbility*	*Vectura*	*Grand Group*	Total
Income statement items								
Sales	3 598	1 048	297	2 730	1 125	53	170	9 021
EBITDA	1 062	203	55	36	79	32	13	1 481
EBITDA, %	30	19	19	1	7	60	8	16
EBITA[2)]	947	169	46	-38	54	0	2	1 181
EBITA, %	26	16	16	-1	5	0	1	13
Cash flow items								
EBITDA	1 062	203	55	36	79	32	13	1 481
Change in working capital	313	13	28	130	52	-63	-33	440
Capital expenditures	-128	-35	-39	-38	-9	19	-23	-253
Operating cash flow	**1 246**	**181**	**45**	**127**	**123**	**-11**	**-43**	**1 668**
Acquisitions/divestments	-	-256	-	-77	-	-128	-	-461
Shareholder contribution/distribution	-	-	-	-	-	-	-	-
Other	-107	-51	-14	-2	-2	-14	7	-184
Increase (-)/decrease (+) in net debt	**1 139**	**-126**	**31**	**48**	**121**	**-153**	**-36**	**1 023**

2017

SEK m.	*Mölnlycke*	*Permobil*	*Laborie*	*Aleris*	*BraunAbility*	*Vectura*	*Grand Group*	Total
Income statement items								
Sales	13 904	3 649	1 144	10 445	4 530	208	646	34 527
EBITDA	3 857	692	247	472	324	134	55	5 782
EBITDA, %	28	19	22	5	7	65	9	17
EBITA[2)]	3 419	558	223	215	272	25	24	4 737
EBITA, %	25	15	19	2	6	12	4	14
Cash flow items								
EBITDA	3 857	692	247	472	324	134	55	5 782
Change in working capital	-255	36	16	-2	-154	-6	-23	-387
Capital expenditures	-462	-123	-68	-211	-41	-323	-84	-1 313
Operating cash flow	**3 141**	**605**	**194**	**259**	**129**	**-194**	**-52**	**4 082**
Acquisitions/divestments	-62	-325	-48	-133	-495	-128	-	-1 191
Shareholder contribution/distribution	-4 289	-	-	-	-	-	-	-4 289
Other	-472	80	-59	-139	-30	-31	5	-645
Increase (-)/decrease (+) in net debt	**-1 682**	**360**	**88**	**-12**	**-396**	**-354**	**-46**	**-2 042**

1) This table presents the performance of the major subsidiaries within Patricia Industries. Smaller subsidiaries and internal eliminations not included.
2) EBITA is defined as operating profit before acquisition-related amortizations.

Read more at www.molnlycke.com >>

A provider of advanced products for treatment and prevention of wounds and single-use surgical solutions

Activities during the quarter

- Organic sales growth amounted to 2 percent in constant currency, with slightly higher growth in Wound Care than in Surgical. Growth was mainly driven by Emerging Markets, while the U.S. and Europe were essentially flat.
- Profitability was negatively impacted by costs related to the closing of a factory for procedure trays. Adjusted for these costs, the EBITDA and EBITA margins would have been approximately 1 percentage point higher.
- After the end of the quarter, Mölnlycke announced a strategic partnership with Tissue Analytics, a developer of a sophisticated digital wound imaging platform, and also acquired a small minority stake in the company.
- Cash flow was strong during the quarter. The balance sheet remains solid.

Key figures, Mölnlycke

Income statement items, EUR m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	368	1 443	372	1 429
Sales growth, %	-1	1	4	6
Organic growth, constant currency, %	2	2	4	6
EBITDA	109	400	111	428
EBITDA, %	30	28	30	30
EBITA	97	355	101	392
EBITA, %	26	25	27	27

Balance sheet items, EUR m.	12/31 2017	12/31 2016
Net debt	1 084	909

Cash flow items, EUR m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	109	400	111	428
Change in working capital	33	-26	34	7
Capital expenditures	-13	-48	-31	-89
Operating cash flow	**128**	**326**	**114**	**346**
Acquisitions/divestments	-	-6	-	-50
Shareholder contribution/distribution	-	-450	-300	-300
Other[1)]	-8	-44	-11	-50
Increase (-)/decrease (+) in net debt	**120**	**-175**	**-197**	**-54**

Key ratios	
Working capital/sales, %	13
Capital expenditures/sales, %	3

	12/31 2017	12/31 2016
Number of employees	7 570	7 505

1) Includes effects of exchange rate changes, interest and tax.

Read more at www.permobil.com >>

A provider of advanced mobility and seating rehab solutions

Activities during the quarter

- Organic sales growth amounted to 9 percent in constant currency, driven by Power and Seating & Positioning.
- The EBITA margin declined compared to last year, which was positively impacted by pension scheme-related change. Adjusting for this, the margin improved slightly year over year.
- Permobil acquired MAX Mobility, maker of the innovative power assist device SmartDrive. Power assist provides manual wheelchair users with propulsion support, thereby increasing mobility and reducing risks of repetitive strain injuries. The acquisition was closed right after the end of the quarter.
- After the end of the quarter, Permobil acquired the acquisition of Ottobock's OBSS and NUTEC custom seating business lines, further expanding Permobil's offering of Seating & Positioning solutions in North America.

Key figures, Permobil

Income statement items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	1 048	3 649	939	3 335
Sales growth, %	12	9	9	14
Organic growth, constant currency, %	9	4	1	6
EBITDA	203	692	206	682
EBITDA, %	19	19	22	20
EBITA	169	558	172	552
EBITA, %	16	15	18	17

Balance sheet items, SEK m.	12/31 2017	12/31 2016
Net debt	2 141	2 501

Cash flow items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	203	692	206	682
Change in working capital	13	36	1	91
Capital expenditures	-35	-123	-23	-86
Operating cash flow	**181**	**605**	**184**	**687**
Acquisitions/divestments	-256	-325	-2	-140
Shareholder contribution/distribution	-	-	-200	-200
Other[1)]	-51	80	-120	-454
Increase (-)/decrease (+) in net debt	**-126**	**360**	**-138**	**-107**

Key ratios	
Working capital/sales, %	16
Capital expenditures/sales, %	3

	12/31 2017	12/31 2016
Number of employees	1 620	1 375

1) Includes effects of exchange rate changes, interest and tax.

Read more at www.laborie.com >>

A provider of innovative capital equipment and consumables for the diagnosis and treatment of urologic and gastrointestinal (GI) disorders

Activities during the quarter

- Organic sales growth amounted to 7 percent in constant currency, driven by strong growth in disposables.
- Profitability continued to improve, despite significant investments in business development and operations. Results were also impacted by costs related to an organizational restructuring focused on streamlining Laborie's management structure and European business.
- During the quarter, Laborie appointed a Chief Corporate Development Officer.

Key figures, Laborie

Income statement items, USD m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	36	134	31	123
Sales growth, %	13	9	5	13
Organic growth, constant currency, %	7	5	6	10
EBITDA	7	29	5	23
EBITDA, %	19	22	14	19
EBITA	6	26	4	20
EBITA, %	16	19	12	17

Balance sheet items, USD m.	12/31 2017	12/31 2016
Net debt	57	67

Cash flow items, USD m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	7	29	5	23
Change in working capital	3	2	-22	2
Capital expenditures	-5	-8	1	-15
Operating cash flow	**5**	**23**	**-16**	**10**
Acquisitions/divestments	-	-5	-	-3
Shareholder contribution/distribution	-	-	-100	121
Other[1)]	-2	-7	8	-4
Increase (-)/decrease (+) in net debt	**4**	**10**	**-109**	**123**

Key ratios	
Working capital/sales, %	14
Capital expenditures/sales, %	6

	12/31 2017	12/31 2016
Number of employees	470	425

1) Includes effects of exchange rate changes, interest and tax.

Read more at www.aleris.se >>

A provider of healthcare and care services in Scandinavia

Activities during the quarter

- Organic growth amounted to 3 percent in constant currency.
- The EBITA margin was lower than last year, mainly driven by costs related to ongoing restructuring initiatives, including provisions for onerous contracts, closure of businesses and organizational changes for a clearer focus on Care and Healthcare respectively. Underlying profitability was largely flat in Healthcare, but lower in Care.
- While parts of the businesses within Aleris are performing well, there are several performance gaps to best-in-class peers. Management has laid out a plan, including both operational improvements and restructuring, to sustainably improve performance. To support this transformation, Patricia Industries has committed to inject up to SEK 1 bn. of equity, to be used to pay down debt. The actual amount and timing will be assessed during 2018.
- Following the ongoing restructuring initiatives, and some profitable contracts coming under pressure, the short- to medium-term forecast for Aleris has been revised. As a consequence, a SEK 964 m. write-down of goodwill has been made.
- During the quarter, AlerisX launched the digital healthcare platform Doktor24. The service provides online access to doctors 24 hours 7 days a week, as well as bookings and physical visits when needed.

Key figures, Aleris

Income statement items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	2 730	10 445	2 662	9 896
Sales growth, %	3	6	15	16
Organic growth, constant currency, %	3	1	3	7
EBITDA	36	472	122	494
EBITDA, %	1	5	5	5
EBITA	-38	215	63	288
EBITA, %	-1	2	2	3

Balance sheet items, SEK m.	12/31 2017	12/31 2016
Net debt	2 597	2 584

Cash flow items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	36	472	122	494
Change in working capital	130	-2	68	6
Capital expenditures	-38	-211	-65	-219
Operating cash flow	**127**	**259**	**125**	**281**
Acquisitions/divestments	-77	-133	-13	-1 188
Shareholder contribution/distribution	-	-	-	-
Other[1)]	-2	-139	43	-263
Increase (-)/decrease (+) in net debt	**48**	**-12**	**155**	**-1 169**

Key ratios	
Working capital/sales, %	-2
Capital expenditures/sales, %	2

	12/31 2017	12/31 2016
Number of employees	8 665	8 690

1) Includes effects of exchange rate changes, interest and tax.

Read more at www.braunability.com >>

A manufacturer of wheelchair accessible vehicles and wheelchair lifts

Activities during the quarter

- Organic sales growth amounted to 2 percent in constant currency, with similar growth in all business areas.
- The EBITA margin was impacted by higher production costs related to the new Chrysler minivan, costs related to the CEO recruitment and some M&A-related transaction costs.
- Staci Kroon was appointed new CEO in November 2017.

Key figures, BraunAbility

Income statement items, USD m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	135	531	116	454
Sales growth, %	17	17	15	14
Organic growth, constant currency, %	2	1	13	13
EBITDA	10	38	9	40
EBITDA, %	7	7	7	9
EBITA	7	32	8	36
EBITA, %	5	6	7	8

Balance sheet items, USD m.	12/31 2017	12/31 2016
Net debt	106	59

Cash flow items, USD m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	10	38	9	40
Change in working capital	6	-18	16	2
Capital expenditures	-1	-5	-1	-4
Operating cash flow	**14**	**15**	**24**	**38**
Acquisitions/divestments	-	-56	-	-7
Shareholder contribution/distribution	-	-	-	-
Other[1)]	-1	-5	-8	-15
Increase (-)/decrease (+) in net debt	**13**	**-46**	**16**	**16**

Key ratios	
Working capital/sales, %	18
Capital expenditures/sales, %	1

	12/31 2017	12/31 2016
Number of employees	1 310	1 075

1) Includes effects of exchange rate changes, interest and tax.

Read more at www.vecturafastigheter.se >>

Develops and manages real estate, including Grand Hôtel and Aleris-related properties

Activities during the quarter

- Sales growth amounted to 8 percent, driven by the new Aleris facility in Botkyrka (from January 2017) and a one-off gain from a property disposal.
- Vectura started the construction of several nursing homes and elderly care facilities. The company also signed an agreement with a Swedish municipality to build an integrated nursing home and pre-school facility. The facility will be operated by the municipality. Construction is planned to start later this year.
- Vectura signed a rental agreement for two out of the three floors in the Royal Office. Occupancy is scheduled for the fourth quarter 2018.
- Vectura renewed and extended its credit facility significantly, thereby creating room for expansion.

Key figures, Vectura

Income statement items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	53	208	49	184
Sales growth, %	8	13	16	17
EBITDA	32	134	30	115
EBITDA, %	60	65	60	62
EBITA adjusted[1)]	6	48	9	41
EBITA adjusted, %	11[2)]	23	18	22
EBITA	0	25	2	10
EBITA, %	0	12	4	5

Balance sheet items, SEK m.	12/31 2017	12/31 2016
Net debt	1 809	1 456

Cash flow items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	32	134	30	115
Change in working capital	-63	-6	37	7
Capital expenditures	19	-323	-78	-264
Operating cash flow	**-11**	**-194**	**-12**	**-142**
Acquisitions/divestments	-128	-128	-18	-203
Shareholder contribution/distribution	**-**	**-**	-	-
Other[3)]	-14	-31	-4	-6
Increase (-)/decrease (+) in net debt	**-153**	**-354**	**-34**	**-351**

	12/31 2017	12/31 2016
Number of employees	17	16

1) EBITA adjusted for depreciation of surplus values related to properties.
2) Impacted by a write-down of land.
3) Includes interest and tax.

Read more at www.grandhotel.se and www.lydmar.com>>

The Grand Group offers Lodging, Food & Beverage as well as Conference & Banqueting, and consists of Scandinavia's leading hotels Grand Hôtel and Lydmar Hotel

Activities during the quarter

- Sales growth amounted to 1 percent, with good growth in Conferencing & Banqueting.
- The EBITA margin was essentially flat, as growth and good operating cost control were offset by higher depreciations following investments in Vinterträdgården, which was reopened during the quarter, and renovations of rooms.
- A renovation of Grand Hôtel's façade has been initiated and will be ongoing during the first quarter of 2018, resulting in temporary closing of a number of rooms.

Key figures, Grand Group

Income statement items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales	170	646	168	635
Sales growth, %	1	2	5	6
EBITDA	13	55	10	51
EBITDA, %	8	9	6	8
EBITA	2	24	2	24
EBITA, %	1	4	1	4

Balance sheet items, SEK m.	12/31 2017	12/31 2016
Net debt	-42	-89

Cash flow items, SEK m.	2017 Q4	2017 YTD	2016 Q4	2016 YTD
EBITDA	13	55	10	51
Change in working capital	-33	-23	-23	-14
Capital expenditures	-23	-84	-9	-36
Operating cash flow	**-43**	**-52**	**-23**	**1**
Acquisitions/divestments	-	-	-	-
Shareholder contribution/distribution	-	-	-	-
Other[1)]	7	5	-14	-18
Increase (-)/decrease (+) in net debt	**-36**	**-46**	**-38**	**-17**

Key ratios	
Working capital/sales, %	-7
Capital expenditures/sales, %	8

	12/31 2017	12/31 2016
Number of employees	355	360

1) Includes interest and tax.

Read more at www.tre.se >>

A provider of mobile voice and broadband services in Sweden and Denmark

Activities during the quarter

- The subscription base decreased by 7,000, driven by Sweden. Denmark continued to grow. The Hallon and Oister offerings enjoyed continued strong momentum.
- Service revenue declined by 3 percent compared to last year, primarily reflecting lower revenue per subscription.
- EBITDA in the quarter was impacted by a SEK 563 m. payment of value added tax related to previous periods, following a negative decision by SKAT (the Danish tax authority) in an ongoing case. 3 Scandinavia has appealed the decision.
- Cash flow in the quarter was negatively impacted by the payment to SKAT.
- During the quarter, 3 Sweden developed the "Skicka Surf" application, enabling consumers on the 3 brand to share data with each other.

Key figures, 3 Scandinavia

Income statement items	2017 Q4	2017 YTD	2016 Q4	2016 YTD
Sales, SEK m.	3 035	11 444	2 933	11 480
Sweden, SEK m.	*2 028*	*7 723*	*1 915*	*7 374*
Denmark, DKK m.	*756*	*2 865*	*783*	*3 242*
Service revenue[1)], SEK m.	1 652	6 723	1 702	6 644
Sweden, SEK m.	*1 081*	*4 419*	*1 110*	*4 385*
Denmark, DKK m.	*431*	*1 776*	*453*	*1 775*
EBITDA, SEK m.	200	2 639	821	3 063
Sweden, SEK m.	*524*	*2 280*	*580*	*2 255*
Denmark, DKK m.	*-239*	*292*	*185*	*633*
EBITDA, %	7	23	28	27
Sweden	*26*	*30*	*30*	*31*
Denmark	*-32*	*10*	*24*	*20*

Balance sheet items, SEK m.	12/31 2017	12/31 2016
Net debt	4 101	1 372

	12/31 2017	12/31 2016
Number of employees	2 070	2 160

Key ratios	
Capital expenditures/sales, %	10

Other key figures	12/31 2017	12/31 2016
Subscribers	3 297 000	3 303 000
Sweden	*1 986 000*	*2 067 000*
Denmark	*1 311 000*	*1 236 000*
Postpaid/prepaid ratio	74/26	78/22

1) Mobile service revenue excluding interconnect revenue.

Financial Investments

Financial Investments consists of investments in which the investment horizon has not yet been defined. Our objective is to maximize the value and use realized proceeds for investments in existing and new subsidiaries. We are also evaluating whether some holdings could become long-term investments.

Activities during the quarter

- Patricia Industries participated with SEK 157 m. in a rights issue in Affibody.
- Smaller follow-on investments were made.
- Full and partial divestitures were made in the Nordics, Asia, and in the U.S., with total proceeds amounting to SEK 352 m. The holding in Corcept was fully exited. Partial divestments were made in Alligator and ChinaCache.

Change in net asset value, Financial Investments

SEK m.	Q4 2017	2017	2016
Net asset value, beginning of period	7 289	10 024	12 850
Investments	239	397	611
Divestments/distributions	-352	-1 736	-2 368
Changes in value	-12	-1 519	-1 070
Net asset value, end of period	**7 164**	**7 164**	**10 024**

As of December 31, 2017, European, U.S. and Asian holdings represented 23, 53, and 24 percent of the total value of the Financial Investments, respectively.

27 percent of the net asset value of the Financial Investments is represented by investments in publicly listed companies.

Five largest Financial Investments, December 31, 2017

Company	Region	Business	Listed/ unlisted	Reported value. SEK m.
NS Focus	Asia	IT	Listed	1 520
Madrague	Europe	Hedge fund	Unlisted	817
Spigit[1)]	U.S.	IT	Unlisted	454
Acquia	U.S.	IT	Unlisted	313
CallFire	U.S.	IT	Unlisted	268
Total				**3 372**

1) Spigit and Mindjet have merged.

The five largest investments represented 47 percent of the total value of the Financial Investments.

Patricia Industries – key figures overview[1)]

	FY 2017	Q4 2017	Q3 2017	Q2 2017	Q1 2017	FY 2016	Q4 2016	Q3 2016	Q2 2016	Q1 2016	FY 2015	Q4 2015
Mölnlycke (EUR m.)												
Sales	1 443	368	345	365	366	1 429	372	350	361	345	1 353	357
EBITDA	400	109	94	100	98	428	111	109	110	98	374	95
EBITDA (%)	28	30	27	27	27	30	30	31	30	28	28	27
EBITA[2)]	355	97	78	90	89	392	101	100	101	89	337	86
EBITA, %	25	26	23	25	24	27	27	29	28	26	25	24
Net debt	1 084	1 084	1 204	841	891	909	909	712	807	871	855	855
Employees	7 570	7 570	7 735	7 740	7 475	7 505	7 505	7 485	7 560	7 555	7 500	7 500
Permobil (SEK m.)												
Sales	3 649	1 048	860	905	837	3 335	939	844	820	732	2 931	862
EBITDA	692	203	192	160	137	682	206	176	167	133	547	189
EBITDA (%)	19	19	22	18	16	20	22	21	20	18	19	22
EBITA[2)]	558	169	158	126	105	552	172	144	135	101	427	146
EBITA, %	15	16	18	14	13	17	18	17	16	14	15	17
Net debt	2 141	2 141	2 015	2 166	2 384	2 501	2 501	2 364	2 335	2 254	2 395	2 395
Employees	1 620	1 620	1 390	1 375	1 355	1 375	1 375	1 375	1 345	1 330	1 320	1 320
Laborie[3)] (USD m.)												
Sales	134	36	32	32	34	123	31	30	30	32	109	30
EBITDA	29	7	7	9	7	23	5	6	5	7	20	7
EBITDA (%)	22	19	22	27	19	19	14	20	18	23	18	23
EBITA[2)]	26	6	6	8	6	20	4	5	5	6	18	6
EBITA, %	19	16	20	25	18	17	12	18	16	20	17	21
Net debt	57	57	60	65	68	67	67	-42	205	191	190	190
Employees	470	470	475	440	435	425	425	410	395	395	385	385
Aleris (SEK m.)												
Sales	10 445	2 730	2 408	2 643	2 664	9 896	2 662	2 355	2 503	2 376	8 540	2 311
EBITDA	472	36	136	146	155	494	122	96	160	116	492	93
EBITDA (%)	5	1	6	6	6	5	5	4	6	5	6	4
EBITA[2)]	215	-38	77	85	91	288	63	39	115	71	323	48
EBITA, %	2	-1	3	3	3	3	2	2	5	3	4	2
Net debt	2 597	2 597	2 644	2 503	2 611	2 584	2 584	2 739	1 402	1 508	1 415	1 415
Employees	8 665	8 665	8 765	8 755	8 915	8 690	8 690	8 585	8 430	8 205	7 805	7 805
BraunAbility (USD m.)												
Sales	531	135	154	132	110	454	116	123	114	100	399	101
EBITDA	38	10	13	10	5	40	9	12	12	8	30	2
EBITDA (%)	7	7	9	7	5	9	7	9	11	8	8	2
EBITA[2)]	32	7	12	9	4	36	8	10	12	7	27	1
EBITA, %	6	5	8	7	4	8	7	8	10	7	7	1
Net debt	106	106	119	120	115	59	59	76	80	86	75	75
Employees	1 310	1 310	1 335	1 320	1 300	1 075	1 075	1 075	1 040	1 030	1 025	1 025
Vectura (SEK m.)												
Sales	208	53	56	54	45	184	49	51	49	34	158	43
EBITDA	134	32	39	39	25	115	30	35	31	20	92	20
EBITDA (%)	65	60	69	72	55	62	60	68	62	58	58	47
EBITA[2)]	25	0	13	11	0	10	2	8	4	-5	-10	-6
EBITA, %	12	0	24	21	1	5	4	17	9	-15	-6	-14
Net debt	1 809	1 809	1 656	1 549	1 496	1 456	1 456	1 422	1 197	1 135	1 105	1 105
Employees	17	17	17	19	18	16	16	17	15	13	13	13
Grand Group (SEK m.)												
Sales	646	170	187	170	120	635	168	183	179	105	597	160
EBITDA	55	13	35	15	-7	51	10	26	24	-10	41	10
EBITDA (%)	9	8	19	9	-6	8	6	14	14	-9	7	6
EBITA[2)]	24	2	28	8	-14	24	2	20	18	-16	15	3
EBITA, %	4	1	15	5	-12	4	1	11	10	-15	3	2
Net debt	-42	-42	-79	-56	-65	-89	-89	-126	-102	-78	-106	-106
Employees	355	355	355	350	330	360	360	360	350	310	360	360
3 Scandinavia												
Sales	11 444	3 035	2 795	2 804	2 811	11 480	2 933	2 714	2 701	3 133	10 831	2 948
Sweden, SEK m.	*7 723*	*2 028*	*1 880*	*1 930*	*1 885*	*7 374*	*1 915*	*1 816*	*1 804*	*1 840*	*7 238*	*1 951*
Denmark, DKK m.	*2 865*	*756*	*713*	*672*	*724*	*3 242*	*783*	*703*	*713*	*1 043*	*2 868*	*802*
EBITDA	2 639	200	783	831	825	3 063	821	810	680	752	2 916	754
Sweden, SEK m.	*2 280*	*524*	*568*	*584*	*604*	*2 255*	*580*	*591*	*520*	*564*	*2 149*	*539*
Denmark, DKK m.	*292*	*-239*	*168*	*190*	*172*	*633*	*185*	*171*	*126*	*151*	*612*	*173*
EBITDA, %	23	7	28	30	29	27	28	30	25	24	27	26
Sweden	*30*	*26*	*30*	*30*	*32*	*31*	*30*	*33*	*29*	*31*	*30*	*28*
Denmark	*10*	*-32*	*24*	*28*	*24*	*20*	*24*	*24*	*18*	*14*	*21*	*22*
Net debt, SEK m.	4 101	4 101	3 803	4 452	729	1 372	1 372	1 101	1 556	1 386	1 579	1 579
Employees	2 070	2 070	2 050	2 075	2 105	2 160	2 160	2 060	2 070	2 085	2 095	2 095
Financial Investments (SEK m.)												
Net asset value, beginning of period	10 024	7 289	7 900	9 219	10 024	12 850	10 293	10 717	10 727	12 850	11 714	11 897
Investments	397	239	57	59	41	611	155	146	137	173	923	69
Divestments/distribution	-1 736	-352	-584	-500	-299	-2 368	-447	-546	-566	-809	-2 908	-368
Changes in value	-1 519	-12	-84	-877	-546	-1 070	21	-23	419	-1 488	3 121	1 252
Net asset value, end of period	7 164	7 164	7 289	7 900	9 219	10 024	10 024	10 293	10 717	10 727	12 850	12 850

1) For information regarding Alternative Performance Measures in the table, see page 16. Definitions can be found on Investor's website.

2) EBITA is defined as operating profit before acquisition-related amortizations.

3) Consolidated as of September 16, 2016. Historical pro forma figures presented for information purposes. Previously announced EBITDA of USD 29 m. for fiscal year 2016 (ending March 2016) excluded non-recurring costs of USD 4 m., included in the above historical quarters. The adjusted EBITDA for fiscal year 2016 amounted to USD 38 m. as previously communicated.

Our investments in EQT contributed to the net asset value with SEK 3,144 m. during 2017 (1,986), of which SEK 1,370 m. during the fourth quarter (593).

Read more at www.eqt.se >>

A private equity group with portfolio companies in Europe, Asia and the U.S.

Activities during the quarter

- Investor paid a net of SEK 813 m. to EQT.
- In constant currency, the value change of Investor's investments in EQT was 7 percent. The reported value change was 10 percent.
- Investor's total outstanding commitments to EQT funds amounted to SEK 16.6 bn. as of December 31, 2017 (13.7).
- EQT V divested its holding in Academedia.
- EQT VI divested a minority stake sale in Anticimex.
- EQT VII acquired Curaeos.
- EQT Mid Market US acquired Clinical Innovations.
- EQT Infrastructure acquired CAIW.
- EQT Real Estate made several investments in France and Germany.
- EQT Credit Opportunities III held its final close at EUR 1.3 bn.

Change in net asset value, EQT

SEK m.	Q4 2017	2017	2016
Net asset value, beginning of period	13 981	13 996	13 021
Contribution to net asset value (value change)	1 370	3 144	1 986
Draw-downs (investments, management fees and management cost)	2 149	3 781	2 864
Proceeds to Investor (divestitures, fee surplus and carry)	-1 336	-4 757	-3 874
Net asset value, end of period	**16 165**	**16 165**	**13 996**

Investor's investments in EQT, December 31, 2017

	Fund size EUR m.	Investor's share (%)	Investor's remaining commitment SEK m.	Reported value SEK m.
Fully invested funds[1)]	17 561		1 336	9 659
EQT VII	6 817	5	1 335	2 492
EQT Infrastructure II	1 938	8	276	1 354
EQT Infrastructure III	4 000	5	1 523	498
EQT Credit Fund II	845	10	379	355
EQT Credit Opportunities III	1 272	10	1 173	107
EQT Ventures[2)]	461	11	366	102
EQT Midmarket US	616	30	785	826
EQT Midmarket Europe	1 600	10	1 240	212
EQT Real Estate I	420	16	452	203
EQT new funds			7 746	236
EQT AB		19		122
Total	**35 529**		**16 610**	**16 165**

1) EQT III, EQT IV, EQT V, EQT VI, EQT Expansion Capital I and II, EQT Greater China II, EQT Infrastructure, EQT Credit Fund, EQT Opportunity, EQT Mid Market.
2) Fund commitment excluding the EQT Ventures Co-Investment Schemes and the EQT Ventures Mentor Funds.

Investor's investments in EQT, key figures overview

SEK m.	FY 2017	Q4 2017	Q3 2017	Q2 2017	Q1 2017	FY 2016	Q4 2016	Q3 2016	Q2 2016	Q1 2016	FY 2015	Q4 2015
Reported value	16 165	16 165	13 981	14 116	13 956	13 996	13 996	13 300	13 272	11 905	13 021	13 021
Reported value change, %	22	10	1	6	5	15	4	2	9	1	30	10
Value change, constant currency, %	21	7	3	6	5	10	4	0	7	0	32	12
Draw-downs from Investor	3 781	2 149	872	414	345	2 864	976	942	633	313	1 590	133
Proceeds to Investor	4 757	1 336	1 212	1 160	1 050	3 874	873	1 141	365	1 496	6 086	943
Net cash flow to Investor	**976**	**-813**	**340**	**745**	**704**	**1 010**	**-104**	**199**	**-268**	**1 183**	**4 496**	**810**

Group

Net debt

Net debt totaled SEK 12,224 m. on December 31, 2017 (16,752). Debt financing of the subsidiaries within Patricia Industries is arranged on an independent, ring-fenced basis and hence not included in Investor's net debt. Within Patricia Industries, Investor guarantees SEK 0.7 bn. of 3 Scandinavia's external debt, but this is not included in Investor's net debt.

Net debt, 12/31 2017

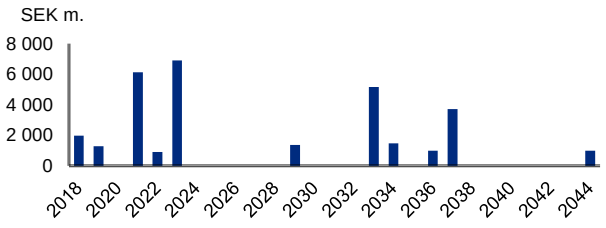
SEK m.	Consolidated balance sheet	Deductions related to Patricia subsidiaries	Investor's net debt
Other financial investments	5 389	-139	5 251
Cash, bank and short-term investments	20 450	-6 802	13 648
Receivables included in net debt	1 894	-	1 894
Loans	-57 396	24 472	-32 924
Provision for pensions	-865	773	-93
Total	**-30 528**	**18 304**	**-12 224**

Investor's gross cash amounted to SEK 18,899 m. as of December 31, 2017 (16,710). The short-term investments are invested conservatively, taking into account the risk-adjusted return profile. Gross debt, excluding pensions for Investor, amounted to SEK 31,030 m. as of December 31, 2017 (33,362).

The average maturity of Investor AB's debt portfolio was 9.9 years on December 31, 2017 (10.0), excluding the debt of Mölnlycke, Laborie, Aleris, Permobil, BraunAbility, Grand Group and Vectura.

Cash and cash equivalents include an amount of SEK 64 m. (CNY 50 m.) that is only available for use within China. An application has been submitted to SAFE for regulatory approval to transfer the funds out of China.

Debt maturity profile, 12/31 2017



Net financial items, 12/31 2017

SEK m.	Group - Net financial items	Deductions related to Patricia subsidiaries	Investor's net financial items
Interest income	55	-26	29
Interest expenses	-1 531	558	-973
Results from revaluation of loans, swaps and short-term investments	-75	-11	-86
Foreign exchange result	-1 269	442	-827
Other	-71	23	-48
Total	**-2 891**	**986**	**-1 905**

The Investor share

The price of the A-share and B-share was SEK 367.50 and SEK 374.10 respectively on December 31, 2017, compared to SEK 336.80 and SEK 340.50 on December 31, 2016.

The total shareholder return amounted to 13 percent during 2017 (13), of which -7 percent during the fourth quarter (9).

The total market capitalization of Investor, adjusted for repurchased shares, was SEK 284,048 m. as of December 31, 2017 (259,119).

Parent Company

Share capital

Investor's share capital amounted to SEK 4,795 m. on December 31, 2017 (4,795).

Share structure

Class of share	Number of shares	Number of votes	% of capital	% of votes
A 1 vote	311 690 844	311 690 844	40.6	87.2
B 1/10 vote	455 484 186	45 548 418	59.4	12.8
Total	**767 175 030**	**357 239 262**	**100.0**	**100.0**

On December 31, 2017, Investor owned a total of 2,392,938 of its own shares (2,793,387). The net decrease in holdings of own shares is attributable to the purchase of own shares and transfer of shares and options within Investor's long-term variable remuneration program.

Results and investments

The Parent Company's result after financial items was SEK 37,056 m. (29,275). The result is mainly related to Listed Core Investments which contributed to the result with dividends amounting to SEK 7,657 m. (7,731) and value changes of SEK 30,242 m. (19,388).

During 2017, the Parent Company invested SEK 2,447 m. in financial assets (18,286), of which SEK 1,184 m. in Group companies (17,084) and purchases in listed core investments of SEK 1,246 m. (1,135). The parent company divested SEK 13,928 m. in Group companies (22,644). The parent company bought back outstanding bonds at a total nominal amount of SEK 1.3 bn. and a bond with a nominal value of SEK 1.5 bn. matured in the first half of 2017. By the end of the period, shareholder's equity totaled SEK 279,149 m. (250,404).

Other

Events after the end of the quarter

On January 8, 2018, Investor announced that Stefan Stern will leave Investor and its management group to assume advisory assignments, among others for the Wallenberg Foundations AB.

Proposed dividends

The Board of Directors proposes a dividend to the shareholders of SEK 12.00 per share for fiscal year 2017 (11.00). To better reflect Investor's cash flow profile, as of this year, the dividend is proposed to be paid in two installments, SEK 8.00 per share with record date May 11, 2018, and SEK 4.00 per share with record date November 12, 2018.

The dividend level proposed is based on the stated dividend policy to declare dividends attributable to a high percentage of dividends received from Listed Core Investments, as well as to make a distribution from other net assets corresponding to a yield in line with the equity market. Investor AB's goal is also to generate a steadily rising dividend.

Annual General Meeting

Investor AB's Annual General Meeting will be held at 3:00 p.m. on Tuesday, May 8, 2018, at the City Conference Centre, Barnhusgatan 12-14, Stockholm. The registration commences at 1:30 p.m.

Notification of participation in the Annual General Meeting can be given starting March 28, until May 2, 2018. Notification can be given through Investor's website (www.investorab.com), or by calling +46 8 611 2910. Additional information about Investor's Annual General Meeting is available on Investor's website.

Investor's audited Annual Report in Swedish will be made available at the company's head office and website no later than April 17, 2018.

Write-down of goodwill

A write-down of goodwill of SEK 964 m. relating to Aleris was recognized during the fourth quarter.

Impairment testing of goodwill for Aleris is based on a value in use calculation in which assumptions of future growth rate and EBITDA margins are important components. The estimated value in use is based on the 2018 budget and financial forecasts until year-end 2027. A growth rate of 1.4 (0.4) percent has been used to extrapolate the cash flows for the years beyond 2027, which is based on the company's historical growth and the sector's long term growth drivers, such as demographics and lifestyle aspects. Estimated cash flows have been discounted using a discount rate of 9.8 (10.1) percent before tax.

Parts of Aleris' businesses are performing well, delivering high-quality services to customers in a cost efficient manner. Some areas, however, are not performing in line with expectations. To sustainably improve the profitability, management has developed a plan with focus on stability and operational improvements. The plan comprises a more decentralized organisation with clearer focus on Care and Healthcare respectively, contract reviews and closure of unprofitable business. These actions, in combination with some profitable contracts coming under pressure, will have a negative impact on profitability short- to medium-term. Our view of the company's long-term potential remains intact. As a consequence of the revised short- to medium-term forecast, a write-down of SEK 964 m. has been made. The impairment loss is reported in the Income Statement as an administrative, research and development cost within the operating segment Patricia Industries.

Acquisitions (business combinations)

Permobils's acquisitions

During the fourth quarter 2017, Permobil acquired 100 percent of Durable Medical Equipment ltd. and Orbit One ltd. based in New Zealand, as well as U.S. based The Comfort Companies LLC. The acquisitions are in-line with Permobil's strategy to drive access to care and to expand its product offering.

The aggregated consideration amounted to SEK 330 m., whereof SEK 314 m. was paid in cash and SEK 16 m. relates to a potential earnout, based on revenue and EBITDA targets during 2 years leading up to December 31, 2019.

In the aggregated purchase price allocation, goodwill amounts to SEK 88 m. The goodwill recognized for the acquisitions corresponds to the complementary strengths of the companies in the field of complex rehabilitation and long-term care markets. The goodwill recognized is not expected to be deductible for income tax purposes.

Identifiable assets acquired and liabilities assumed

SEK m.	Purchase Price Allocation
Intangible assets	251
Property, plant and equipment	15
Inventory	29
Accounts receivables	37
Other current assets	3
Cash and Cash equivalents	5
Deferred tax liabilities	-58
Other provisions	-17
Current liabilities	-22
Net identifiable assets and liabilities	**242**
Consolidated goodwill	88
Consideration	**330**

Transaction related costs amounted to SEK 13 m. and derive from external legal fees and due diligence expenses. The costs have been included in the item Administrative, research and development and other operating cost in the Group's consolidated income statement.

For the respective period from the acquisition dates until December 31, 2017, the companies contributed net sales of SEK 84 m. and profit of SEK 0 m. to the Group's result. If the acquisitions had occurred on January 1, 2017, management estimates that consolidated net sales for the Investor Group would have increased by SEK 251 m. and consolidated profit for the period would have increased by SEK 5 m.

After the end of the quarter Permobil acquired MAX Mobility and Ottobock´s OBSS and NUTEC custom seating business lines.

Acquisition of Laborie

During the first quarter, the purchase price allocation was changed and goodwill and deferred tax liability was reduced with SEK 400 m. due to a finalization of analysis of local tax consequenses as a result of the acquisition.

Other acquisitions

During the year, BraunAbility, Aleris, Vectura and Laborie acquired ten smaller entities. In the purchase price allocations the aggregated purchase price amounted to SEK 541 m. and preliminary goodwill amounted to a total of SEK 312 m. For the periods from the acquisition date until December 31, 2017, the acquisitions contributed net sales of SEK 944 m. and loss of SEK -14 m. to the Group's result. If the acquisition had occurred on January 1, 2017, management estimates that consolidated net sales for the Investor Group would have increased by SEK 104 m. and consolidated profit for the period would have increased by SEK 16 m.

Pledged assets and contingent liabilities

Total pledged assets amounts to SEK 9.4 bn. (9.9), of which SEK 6.7 bn. refers to pledged assets in the subsidiaries BraunAbility and Laborie, related to outstanding loans corresponding to SEK 0.8 bn. and SEK 1.0 bn.

Three of Investor AB's subsidiaries have historically claimed deduction for certain interest expenses which has been denied by the tax authorities and the Swedish Administrative Court. Investor believes that these deductions have been claimed rightfully and has appealed the denial. No provision has been made. If the appeals would not be successful, it would result in an additional tax expense of SEK 740 m. (530). This amount is reported as an other contingent liability.

No other material changes in contingent liabilities during the period.

Risks and Risk management

The main risks that the Group and the Parent Company are exposed to are primarily related to the value changes of the listed assets due to market price fluctuations. The development of the global economy is an important uncertainty factor in assessment of near-term market fluctuations. The development of the financial markets also affects the various unlisted holdings' businesses and opportunities for new investments and divestments.

Investor and its subsidiaries are exposed to commercial risks, financial risks and market risks. In addition, the subsidiaries, through their business activities within respective sector, also are exposed to legal/regulatory risks and political risks, for example political decisions on healthcare budgets and industry regulations.

Whatever the economic situation in the world, operational risk management requires a continued high level of awareness and focused work to mitigate current risks in line with stated policies and instructions.

Investor's risk management, risks and uncertainties are described in detail in the Annual Report, (Administration report and Note 3). No significant changes have been assessed subsequently, aside from changes in the current macroeconomy and thereto related risks.

Accounting policies

For the Group, this Year-End Report was prepared in accordance with IAS 34 Interim Financial Reporting and applicable regulations in the Swedish Annual Accounts Act, and for the Parent Company in accordance with Sweden's Annual Accounts Act, chapter 9 Interim report. Unless otherwise specified below, the accounting policies that have been applied for the Group and Parent Company are in agreement with the accounting policies used in the preparation of the company's most recent annual report.

New and changed accounting policies in 2017

New or revised IFRSs and interpretations from the IFRS Interpretations Committee have had no effect on the profit/loss or financial position for the Group or Parent Company. Amendments to IAS 7 Statements of Cash Flows have led to additional disclosures for the Group and Parent Company, that enables users of financial statements to evaluate changes in liabilities arising from financing activities.

New IFRS regulations to be applied in 2018

The new standards described below will be applied from January 1, 2018.

IFRS 9 Financial Instruments will replace IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 presents a model for classification and measurement of financial instruments, an expected loss model for the impairment of financial assets and significant changes to hedge accounting.

Classification and measurement under IFRS 9 is based on the entity's business model for managing the financial asset and the characteristics of the contractual cash flows of the asset. Besides some changes in category names, this change will have no effect on the valuation of Investor's financial instruments.

A loss allowance shall be recognised for all financial assets classified as measured at amortized cost and at fair value through other comprehensive income. This loss allowance will not be significant for the Group or Parent Company.

There will be a change in hedge accounting due to the new definition for currency basis spread as cost of hedging. It will then be accounted for in Other Comprehensive Income instead of in financial net as before. In the opening balance for 2018, the amount to be reclassified from retained earnings to hedging reserve will be SEK -307 m. for the Group and SEK 7 m. for the Parent Company.

IFRS 15 Revenue from Contracts with Customers is a new standard for revenue that will replace all existing standards and interpretations about revenue. Revenue shall be recognized to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services.

The new standard will not have any significant effect, neither with regards to the amounts recognized as revenues, nor the timing of when revenues are recognized. Areas most impacted are classification and accrual of variable discounts. At initial application Investor will recognise the cumulative effect of initially applying the standard as an adjustment to the opening balance of retained earnings.

Alternative Performance Measures

Investor applies the ESMA Guidelines on Alternative Performance Measures (APMs). An APM is a financial measure of historical or future financial performance, financial position, or cash flows, other than a financial measure defined or specified in the applicable financial reporting framework. For Investor's consolidated accounts, this typically means IFRS. APMs are disclosed when they complement performance measures defined by IFRS. The basis for disclosed APMs are that they are used by management to evaluate the financial performance and in so believed to give analysts and other stakeholders valuable information.

Definitions of all APMs used are found in the Annual Report 2016 and on www.investorab.com/investors-media/investor-in-figures/definitions.

Reconciliations to the financial statements for the APMs that are not directly identifiable from the financial statements and considered significant to specify, are disclosed on page 26. Reconciliation of APMs for individual subsidiaries or business areas are not disclosed, since the purpose with these are to give deeper financial information without being directly linked to the financial information for the Group, that is presented according to applicable financial reporting framework.

Roundings

Due to rounding, numbers presented throughout this Interim Management Report may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

Financial calendar

April 20, 2018	Interim Management Statement January-March 2018
May 8, 2018	Annual General Meeting
July 17, 2018	Interim Report January-June 2018
Oct. 17, 2018	Interim Management Statement January-September 2018
Jan. 24, 2019	Year-End Report 2018

Stockholm, January 23, 2018



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INVEb.ST in Reuters
INVE B in NASDAQ OMX

This information is information that Investor AB is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, at 08:15 CET on January 23, 2018.

This Year-End Report and additional information is available on www.investorab.com.

Review Report

Introduction

We have reviewed the interim report of Investor AB (publ), corporate identity number 556013-8298, for the period January 1- December 31, 2017. The Board of Directors and the President are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity.* A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review has a different focus and is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (ISA) and other generally accepted auditing practices. The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit.

Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not, in all material respects, prepared for the Group in accordance with IAS 34 and the Annual Accounts Act, and for the Parent Company in accordance with the Annual Accounts Act.

Stockholm, January 23, 2018

Deloitte AB



Thomas Strömberg

Authorized Public Accountant

Consolidated Income Statement, in summary

SEK m.	1/1-12/31 2017	1/1-12/31 2016	7/1-12/31 2017	7/1-12/31 2016	10/1-12/31 2017	10/1-12/31 2016
Dividends	8 404	8 351	1 726	2 790	894	819
Other operating income	17	40	4	17	2	8
Changes in value	36 054	22 057	2 964	34 915	-1 016	6 679
Net sales	34 381	31 742	17 254	16 618	8 950	8 747
Cost of goods and services sold	-22 060	-20 102	-11 138	-10 475	-5 790	-5 504
Sales and marketing cost	-4 157	-3 802	-2 013	-2 022	-1 012	-1 073
Administrative, research and development and other operating cost	-5 142	-3 357	-3 080	-1 782	-2 132	-963
Management cost	-455	-465	-230	-230	-135	-123
Share of results of associates	390	516	72	303	-64	152
Operating profit/loss	**47 433**	**34 980**	**5 560**	**40 134**	**-302**	**8 741**
Net financial items	-2 891	-862	-1 212	12	-860	507
Profit/loss before tax	**44 542**	**34 118**	**4 348**	**40 146**	**-1 163**	**9 248**
Income taxes	-244	-453	10	-193	147	-67
Profit/loss for the period	**44 298**	**33 665**	**4 358**	**39 953**	**-1 016**	**9 181**
Attributable to:						
Owners of the Parent Company	44 318	33 665	4 370	39 956	-1 007	9 183
Non-controlling interest	-20	0	-13	-3	-8	-3
Profit/loss for the period	**44 298**	**33 665**	**4 358**	**39 953**	**-1 016**	**9 181**
Basic earnings per share, SEK	57.96	44.09	5.71	52.30	-1.32	12.02
Diluted earnings per share, SEK	57.90	44.02	5.70	52.21	-1.32	12.00

Consolidated Statement of Comprehensive Income, in summary

SEK m.	1/1-12/31 2017	1/1-12/31 2016	7/1-12/31 2017	7/1-12/31 2016	10/1-12/31 2017	10/1-12/31 2016
Profit/loss for the period	44 298	33 665	4 358	39 953	-1 016	9 181
Other comprehensive income for the period, including tax						
Items that will not be recycled to profit/loss for the period						
Revaluation of property, plant and equipment	400	428	370	395	370	348
Remeasurements of defined benefit plans	14	-39	2	-24	19	-14
Items that may be recycled to profit/loss for the period						
Cash flow hedges	20	13	0	5	0	10
Foreign currency translation adjustment	-334	1 410	180	543	1 173	-219
Share of other comprehensive income of associates	76	68	51	34	98	22
Total other comprehensive income for the period	**175**	**1 880**	**604**	**953**	**1 661**	**147**
Total comprehensive income for the period	**44 473**	**35 545**	**4 961**	**40 906**	**645**	**9 327**
Attributable to:						
Owners of the Parent Company	44 494	35 544	4 973	40 911	653	9 336
Non-controlling interest	-21	1	-12	-5	-8	-9
Total comprehensive income for the period	**44 473**	**35 545**	**4 961**	**40 906**	**645**	**9 327**

Consolidated Balance Sheet, in summary

SEK m.	12/31 2017	12/31 2016
ASSETS		
Goodwill	33 859	34 852
Other intangible assets	15 966	16 423
Property, plant and equipment	9 171	8 345
Shares and participations	311 875	276 744
Other financial investments	5 389	3 709
Long-term receivables included in net debt	1 894	2 402
Other long-term receivables	1 024	2 924
Total non-current assets	**379 179**	**345 399**
Inventories	3 343	3 086
Shares and participations in trading operation	266	46
Other current receivables	5 328	5 098
Cash, bank and short-term investments	20 450	16 344
Total current assets	**29 387**	**24 574**
TOTAL ASSETS	**408 567**	**369 973**
EQUITY AND LIABILITIES		
Equity	**336 326**	**300 141**
Long-term interest bearing liabilities	55 303	53 313
Provisions for pensions and similar obligations	865	838
Other long-term provisions and liabilities	6 362	7 220
Total non-current liabilities	**62 531**	**61 371**
Current interest bearing liabilities	2 092	1 634
Other short-term provisions and liabilities	7 617	6 827
Total current liabilities	**9 710**	**8 461**
TOTAL EQUITY AND LIABILITIES	**408 567**	**369 973**

Consolidated Statement of Changes in Equity, in summary

SEK m.	1/1-12/31 2017	1/1-12/31 2016
Opening balance	300 141	271 977
Profit for the period	44 298	33 665
Other comprehensive income for the period	175	1 880
Total comprehensive income for the period	**44 473**	**35 545**
Dividends paid	-8 411	-7 635
Changes in non-controlling interest	21	37
Reclassification of non-controlling interest	-	-150
Effect of long-term share-based remuneration	101	367
Closing balance	**336 326**	**300 141**
Attributable to:		
Owners of the Parent Company	336 262	300 077
Non-controlling interest	64	64
Total equity	**336 326**	**300 141**

Consolidated Cash Flow, in summary

SEK m.	1/1-12/31 2017	1/1-12/31 2016
Operating activities		
Dividends received	8 411	8 352
Cash receipts	33 738	31 093
Cash payments	-28 919	-25 643
Cash flows from operating activities before net interest and income tax	**13 230**	**13 802**
Interest received/paid	-1 847	-1 104
Income tax paid	-520	-437
Cash flows from operating activities	**10 863**	**12 261**
Investing activities		
Acquisitions	-5 270	-4 729
Divestments	6 435	6 185
Increase in long-term receivables	-70	-
Decrease in long-term receivables	1 714	950
Acquisitions of subsidiaries, net effect on cash flow	-1 042	-7 175
Increase in other financial investments	-11 852	-5 446
Decrease in other financial investments	10 221	8 387
Net change, short-term investments	986	-3 321
Acquisitions of property, plant and equipment	-1 377	-1 545
Proceeds from sale of property, plant and equipment	59	48
Net cash used in investing activities	**-196**	**-6 648**
Financing activities		
New share issue	170	189
Borrowings	5 689	1 585
Repayment of borrowings	-2 981	-1 815
Dividend paid	-8 411	-7 635
Net cash used in financing activities	**-5 533**	**-7 676**
Cash flows for the period	**5 134**	**-2 062**
Cash and cash equivalents at the beginning of the year	**11 250**	**13 180**
Exchange difference in cash	-124	132
Cash and cash equivalents at the end of the period	**16 260**[1)]	**11 250**

1) Cash and cash equivalents include an amount of SEK 64 m. (CNY 50 m.) that is only available for use within China. An application has been submitted to SAFE for regulatory approval to transfer the funds out of China.

Changes in liabilities arising from financing activities

				Non-cash changes			
Group 12/31 2017, SEK m.	**Opening balance**	**Cash flows**	**Acquisitions**	**Foreign exchange movements**	**Fair value changes**	**Other**	**Closing balance**
Long-term interest bearing liabilities	53 165	4 211		248	-523	-1 907	55 194[1)]
Current interest bearing liabilities	1 779	-1 482		91	-3	2 143	2 528[2)]
Long-term financial leases	148	-21		-18			109[1)]
Current financial leases	16			3			19[2)]
Assets held to hedge long-term liabilities	-2 402				508		-1 894[3)]
Total liabilities from financing activities	**52 706**	**2 708**		**325**	**-18**	**236**	**55 957**

				Non-cash changes			
Group 12/31 2016, SEK m.	**Opening balance**	**Cash flows**	**Acquisitions**	**Foreign exchange movements**	**Fair value changes**	**Other**	**Closing balance**
Long-term interest bearing liabilities	49 999	2 051	498	1 627	527	-1 537	53 165[1)]
Current interest bearing liabilities	2 465	-2 268		95	-75	1 562	1 779[2)]
Long-term financial leases	120	-10	19	4		15	148[1)]
Current financial leases	18	-3	15	1		-15	16[2)]
Assets held to hedge long-term liabilities	-1 894				-508		-2 402[3)]
Total liabilities from financing activities	**50 709**	**-230**	**531**	**1 726**	**-56**	**25**	**52 706**

1) Included in Balance sheet item Long-term interest bearing liabilities.

2) Included in Balance sheet item Current interest bearing liabilities and Other short-term provisions and liabilities.

3) Included in Balance sheet item Long-term receivables included in net debt.

Operating segment

PERFORMANCE BY BUSINESS AREA 1/1-12/31 2017

SEK m.	Listed Core Investments	Patricia Industries	EQT	Investor Groupwide	Total
Dividends	8 319	5	81	-	**8 404**
Other operating income[1)]	-	17	-	-	**17**
Changes in value	34 418	-1 099	2 703	33	**36 054**
Net sales	-	34 381	-	-	**34 381**
Cost of goods and services sold	-	-22 060	-	-	**-22 060**
Sales and marketing cost	-	-4 157	-	-	**-4 157**
Administrative, research and development and other operating cost	-	-5 112	-5	-25	**-5 142**
Management cost	-100	-225	-9	-121	**-455**
Share of results of associates	-	403	-	-13	**390**
Operating profit/loss	**42 636**	**2 153**	**2 770**	**-126**	**47 433**
Net financial items	-	-986	-	-1 905	**-2 891**
Income tax	-	-210	-	-34	**-244**
Profit/loss for the period	**42 636**	**957**	**2 770**	**-2 066**	**44 298**
Non-controlling interest	-	20	-	-	**20**
Net profit/loss for the period attributable to the Parent Company	**42 636**	**977**	**2 770**	**-2 066**	**44 318**
Paid dividend	-	-	-	-8 411	**-8 411**
Other effects on equity	-	-211	374	114	**278**
Contribution to net asset value	**42 636**	**766**	**3 144**	**-10 362**	**36 185**
Net asset value by business area 12/31 2017					
Carrying amount	284 030	48 614	16 165	-323	**348 486**
Investors net debt/-cash	-	19 368	-	-31 592	**-12 224**
Total net asset value including net debt/-cash	**284 030**	**67 982**	**16 165**	**-31 915**	**336 262**

PERFORMANCE BY BUSINESS AREA 1/1-12/31 2016

SEK m.	Listed Core Investments	Patricia Industries	EQT	Investor Groupwide	Total
Dividends	8 307	10	33	1	**8 351**
Other operating income[1)]	-	40	-	-	**40**
Changes in value	22 719	-2 029	1 374	-7	**22 057**
Net sales	-	31 742	-	-	**31 742**
Cost of goods and services sold	-	-20 102	-	-	**-20 102**
Sales and marketing cost	-	-3 802	-	-	**-3 802**
Administrative, research and development and other operating cost	-	-3 343	-6	-7	**-3 357**
Management cost	-89	-263	-8	-105	**-465**
Share of results of associates	-	521	-	-5	**516**
Operating profit/loss	**30 936**	**2 774**	**1 393**	**-123**	**34 980**
Net financial items	-	-408	-	-454	**-862**
Income tax	-	-509	-	56	**-453**
Profit/loss for the period	**30 936**	**1 857**	**1 393**	**-521**	**33 665**
Non-controlling interest	-	0	-	-	**0**
Net profit/loss for the period attributable to the Parent Company	**30 936**	**1 857**	**1 393**	**-521**	**33 665**
Paid dividend	-	-	-	-7 635	**-7 635**
Other effects on equity	-	2 582	592	-928	**2 246**
Contribution to net asset value	**30 936**	**4 438**	**1 986**	**-9 084**	**28 276**
Net asset value by business area 12/31 2016					
Carrying amount	248 354	54 806	13 996	-327	**316 829**
Investors net debt/-cash	-	14 389	-	-31 141	**-16 752**
Total net asset value including net debt/-cash	**248 354**	**69 195**	**13 996**	**-31 468**	**300 077**

1) Includes interest on loans.

Parent Company Income Statement, in summary

SEK m.	1/1-12/31 2017	1/1-12/31 2016	7/1-12/31 2017	7/1-12/31 2016
Dividends	7 657	7 731	1 393	2 667
Changes in value	30 242	19 388	514	31 551
Net sales	13	11	6	6
Operating cost	-365	-334	-190	-165
Result from participations in Group companies	-	2 628	-	2 628
Operating profit/loss	**37 548**	**29 425**	**1 724**	**36 686**
Profit/loss from financial items				
Net financial items	-492	-150	-123	7
Profit/loss after financial items	**37 056**	**29 275**	**1 601**	**36 693**
Income tax	-	-	-	-
Profit/loss for the period	**37 056**	**29 275**	**1 601**	**36 693**

Parent Company Balance Sheet, in summary

SEK m.	12/31 2017	12/31 2016
ASSETS		
Intangible assets and Property, plant and equipment	17	15
Financial assets	323 964	306 618
Total non-current assets	**323 981**	**306 633**
Current receivables	548	599
Cash and cash equivalents	-	-
Total current assets	**548**	**599**
TOTAL ASSETS	**324 529**	**307 232**
EQUITY AND LIABILITIES		
Equity	**279 149**	**250 404**
Provisions	209	332
Non-current liabilities	41 613	45 389
Total non-current liabilities	**41 822**	**45 721**
Current liabilities	3 559	11 107
Total current liabilities	**3 559**	**11 107**
TOTAL EQUITY AND LIABILITIES	**324 529**	**307 232**

Financial instruments

The numbers below are based on the same accounting and valuation policies as used in the preparation of the company's most recent annual report. For information regarding financial instruments in level 2 and level 3, see Note 29 in Investor's Annual Report 2016.

Valuation techniques, level 3

Group 12/31 2017	Fair value, SEK m.	Valuation technique	Input	Range
Shares and participations	21 383	Last round of financing	n.a.	n.a.
		Comparable companies	EBITDA multiples	n.a.
		Comparable companies	Sales multiples	1.6 – 7.6
		Comparable transactions	Sales multiples	0.4 – 5.5
		NAV	n.a.	n.a.
Long-term receivables included in net debt	1 509	Discounted cash flow	Market interest rate	n.a.
Long-term interest bearing liabilities	45	Discounted cash flow	Market interest rate	n.a.
Other long-term provisions and liabilities	1 700	Discounted cash flow		n.a.

All valuations in level 3 are based on assumptions and judgments that management considers to be reasonable based on the circumstances prevailing at the time. Changes in assumptions may result in adjustments to reported values and the actual outcome may differ from the estimates and judgments that were made.

The unlisted part of Financial Investments' portfolio companies, corresponds to 73 percent of the portfolio value. Part of the unlisted portfolio is valued based on comparable companies, and the value is dependent on the level of the multiples. The multiple ranges provided in the note show the minimum and maximum value of the actual multiples applied in these valuations. A 10 percent change of the multiples would have an effect on the Financial Investments portfolio value of approximately SEK 200 m. For the derivatives, a parallel shift of the interest rate curve by one percentage point would affect the value by approximately SEK 1,000 m.

Financial assets and liabilities by level

The table below indicates how fair value is measured for the financial instruments recognized at fair value in the Balance Sheet. The financial instruments are presented in three categories, depending on how the fair value is measured:

Level 1: According to quoted prices in active markets for identical instruments

Level 2: According to directly or indirectly observable inputs that are not included in level 1

Level 3: According to inputs that are unobservable in the market

Financial instruments - fair value

Group 12/31 2017, SEK m.	Level 1	Level 2	Level 3	Other[1)]	Total carrying amount
Financial assets					
Shares and participations	283 423	2 714	21 383	4 355	311 875
Other financial investments	5 286			104	5 389
Long-term receivables included in net debt		385	1 509		1 894
Shares and participations in trading operation	266				266
Other current receivables		14		5 314	5 328
Cash, bank and short-term investments	20 450				20 450
Total	**309 424**	**3 112**	**22 893**	**9 773**	**345 202**
Financial liabilities					
Long-term interest bearing liabilities		523	45	54 736	55 303[2)]
Other long-term provisions and liabilities			1 700	4 662	6 362
Short-term interest bearing liabilities		16		2 076	2 092
Other short-term provisions and liabilities	274	38		7 305	7 617
Total	**274**	**577**	**1 745**	**68 779**	**71 375**

1) To enable reconciliation with balance sheet items, financial instruments not valued at fair value as well as other assets and liabilities that are included within balance sheet items have been included within Other.

2) The Group's loans are valued at amortized cost. Fair value on long-term loans amounts to SEK 60,207 m.

Changes in financial assets and liabilities in Level 3

Group 12/31 2017, SEK m.	Shares and participations	Long-term receivables included in net debt	Long-term interest bearing liabilities	Other long-term provisions and liabilities
Opening balance	19 367	1 948	47	1 624
Total gain or losses in profit or loss statement				
in line Changes in value	3 742			37
In line Net financial items		-438	-2	23
Reported in other comprehensive income				
in line Foreign currency translation adjustment	78			-10
Acquisitions	3 714			26
Divestments	-5 542			
Transfer into Level 3	24			
Carrying amount at end of period	**21 383**	**1 509**	**45**	**1 700**
Total gains/losses for the period included in profit/loss for instruments held at the end of the period (unrealized results)				
Changes in value	**1 489**			
Net financial items		**-438**	**-2**	**-23**

Reconciliations of significant Alternative Performance Measures

In the financial statements issued by Investor, Alternative Performance Measures (APMs) are disclosed, which complete measures that are defined or specified in the applicable financial reporting framework, such as revenue, profit or loss or earnings per share.

APMs are disclosed when they complement performance measures defined by IFRS. The basis for disclosed APMs are that they are used by management to evaluate the financial performance and in so believed to give analysts and other stakeholders valuable information.

Investor AB discloses the definitions of all APMs used on www.investorab.com/investors-media/investor-in-figures/definitions and in the Annual Report 2016. Below reconciliations of significant APMs to the most directly reconcilable line item, subtotal or total presented in the financial statements of the corresponding period are disclosed.

Gross cash

Gross cash or Investor's cash and readily available placements are defined as the sum of cash and cash equivalents, short-term investments and interest-bearing current and long-term receivables. Deductions are made for items related to subsidiaries within Patricia Industries.

Group 12/31 2017, SEK m.	Consolidated balance sheet	Deductions related to Patricia subsidiaries	Investor's gross cash
Other financial investments	5 389	-139	5 251
Cash, bank and short-term investments	20 450	-6 802	13 648
Gross cash	**25 839**	**-6 940**	**18 899**

Group 12/31 2016, SEK m.	Consolidated balance sheet	Deductions related to Patricia subsidiaries	Investor's gross cash
Other financial investments	3 709	-91	3 618
Cash, bank and short-term investments	16 344	-3 253	13 092
Gross cash	**20 054**	**-3 344**	**16 710**

Gross debt

Gross debt is defined as interest-bearing current and long-term liabilities, including pension liabilities, less derivatives with positive value related to the loans. Deductions are made for items related to subsidiaries within Patricia Industries.

Group 12/31 2017, SEK m.	Consolidated balance sheet	Deductions related to Patricia subsidiaries	Investor's gross debt
Receivables included in net debt	1 894	-	1 894
Loans	-57 396	24 472	-32 924
Provision for pensions	-865	773	-93
Gross debt	**-56 367**	**25 245**	**-31 123**

Group 12/31 2016, SEK m.	Consolidated balance sheet	Deductions related to Patricia subsidiaries	Investor's gross debt
Receivables included in net debt	2 402	-	2 402
Loans	-54 946	19 182	-35 764
Provision for pensions	-838	738	-99
Gross debt	**-53 382**	**19 921**	**-33 461**

Net debt

Gross debt less gross cash at Balance Sheet date.

Group 12/31 2017, SEK m.	
Investor's gross cash	-18 899
Investor's gross debt	31 123
Investor's net debt	**12 224**

Group 12/31 2016, SEK m.	
Investor's gross cash	-16 710
Investor's gross debt	33 461
Investor's net debt	**16 752**

Total assets

The net of all assets and liabilities not included in net debt.

Group 12/31 2017, SEK m.	Consolidated balance sheet	Deductions related to non-controlling interest	Investor's net asset value
Equity	336 326	-64	336 262
Investor's net debt			12 224
Total assets			**348 486**

Group 12/31 2016, SEK m.	Consolidated balance sheet	Deductions related to non-controlling interest	Investor's net asset value
Equity	300 141	-64	300 077
Investor's net debt			16 752
Total assets			**316 829**

Net debt ratio (leverage)

Net debt ratio or leverage is defined as Net debt/Net cash as a percentage of total assets.

Group 12/31 2017, SEK m.	Investor's net asset value	Net debt ratio
Investor's net debt	12 224	**= 3.5%**
Total assets	348 486	

Group 12/31 2016, SEK m.	Investor's net asset value	Net debt ratio
Investor's net debt	16 752	**= 5.3%**
Total assets	316 829	

Reported net asset value/SEK per share

Equity attributable to shareholders of the Parent Company in relation to the number of shares outstanding at the Balance Sheet date.

Group 12/31 2017, SEK m.	Investor's net asset value	Net asset value/ SEK per share
Investor's reported net asset value	336 262	**= 440**
Number of shares, excluding own shares	764 782 092	

Group 12/31 2016, SEK m.	Investor's net asset value	Net asset value/SEK per share
Investor's reported net asset value	300 077	**= 393**
Number of shares, excluding own shares	764 381 643	

Adjusted net asset value/SEK per share

Total assets, including estimated market values for Patricia Industries' major subsidiaries and partner-owned investments, less net debt in relation to the number of shares outstanding at the Balance Sheet date.

Group 12/31 2017, SEK m.	Investor's net asset value	Net asset value/ SEK per share
Investor's adjusted net asset value	384 747	**= 503**
Number of shares, excluding own shares	764 782 092	

Group 12/31 2016, SEK m.	Investor's net asset value	Net asset value/SEK per share
Investor's adjusted net asset value	340 183	**= 445**
Number of shares, excluding own shares	764 381 643	